

DAILY MARKETS OVERVIEW

5 MARCH 2019

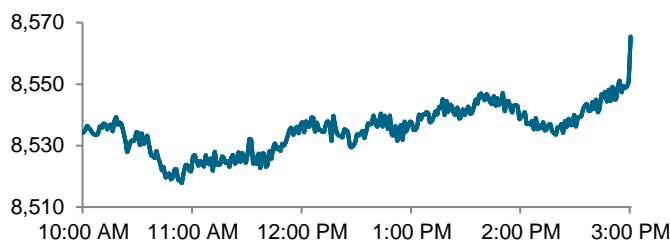
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,565	0.4	0.9	9.4	18.9
Saudi (NOMU)	3,651	-0.2	1.6	44.8	10.6
Energy	4,689	0.5	2.0	-3.3	25.5
Materials	5,689	0.5	0.7	8.3	18.7
Capital Goods	3,862	0.3	0.1	-1.0	22.3
Com. & Prof. Svc	4,269	0.4	-0.1	3.2	18.7
Transportation	3,718	1.0	2.5	6.9	19.6
Cons. Durables & Apparel	3,624	-0.3	-0.1	-1.1	NA
Consumer Services	3,436	0.3	3.6	16.6	NA
Media	10,198	-0.1	-0.2	0.2	NA
Retailing	6,772	0.6	1.5	-1.4	32.9
Food & Staples Retailing	5,727	1.1	1.6	-3.7	23.3
Food & Beverages	4,388	2.3	2.0	12.9	NA
Health Care Equipment	3,761	-0.5	-0.1	0.1	21.6
Pharma, Biotech & Life Science	3,608	2.2	2.6	-7.0	25.2
Banks	8,149	0.0	0.7	13.0	14.1
Diversified Financials	3,715	1.3	2.1	6.8	NA
Insurance	4,316	0.0	0.9	3.4	NA
Telecommunication	6,050	0.5	1.0	11.9	18.4
Utilities	3,656	0.0	-0.1	8.5	36.6
REITs	3,604	0.2	0.4	-0.5	NA
Real Estate	3,363	1.2	1.6	4.3	49.3

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Al-Baha Investment & Development Co.	22.80	4.0%	61
Savola Group	32.80	4.0%	22
National Company for Learning and Education	22.88	3.5%	9
Amana Cooperative Insurance Co.	14.30	3.5%	57
Saudi International Petrochemical Co.	20.72	3.3%	32

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Mouwassat Medical Services Company.	3-Mar	4Q18	85.2	-13.8	0.85	MISS
City Cement Co.	3-Mar	4Q18	78.6	229.7	0.42	NA
Dar Al-Arkan Real Estate Dev.	3-Mar	4Q18	32.5	-89.9	0.03	NA
Saudi Industrial Services Co	3-Mar	4Q18	23.0	233.3	0.28	NA
Arabian Cement	3-Mar	4Q18	16.4	-83.1	0.16	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of March 5, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.4% higher at 8,565, while NOMU ended 0.2% lower at 3,651 on Monday. TASI traded value totaled SAR 2.7bn and averaged SAR 2.4bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 34.6% of the daily traded value.
- Banks ended flat while Materials gained 0.5%. Telecom ended 0.5% higher. Food & Beverages (up 2.3%) was the best sector performer. Among stocks, Al-Baha Investment & Development Co. (4130/ABDICO AB), Savola Group (2050/SAVOLA AB), and National Company for Learning and Education (4291/NCLE AB) led the gainers.
- KSA's holdings of US Treasuries stood at USD 320bn (SAR 1.2tn) in January 2019, a rise of USD 15.3bn Y/Y. The country raised its holdings of US Treasuries by USD 50.5bn (SAR 189bn) in 2018. (Source: Argaam)
- ACWA Power signed financing and hedging agreements for the SAR 2.6bn (USD 698mn) Rabigh-3 IWP. The Rabigh-3 project would generate 600,000 cubic meters per day, making it one of the largest seawater reverse osmosis (SWRO) desalination projects in the world. (Source: Argaam)
- Abdullah Al Othaim Markets Co. (4001/AOTHAIM AB) opened a new branch in Yanbu, bringing its total branches in the country to 219. The company has recently inaugurated a number of stores across KSA and Egypt under its expansion plan. (Source: Argaam)
- Jabal Omar Development Co. (4250/JOMAR AB) launched new riyal-denominated sukuk of up to SAR 2.0bn (USD 533mn). The sukuk will be issued to qualified investors during the period from March 4, 2019 until April 3, 2019. (Source: Argaam)
- Al Yamamah Steel Industries Co. (1304/YAMAMAH AB) signed a USD 107mn (SAR 400mn) contract with Spain's Europea de Construcciones Metalicas S.A. to supply solar steel structures to Dubai Solar Park Project - Phase IV. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) finished operating Al Hindaweyyah substation, one of the latest stations in Jeddah, adding that the total cost was SAR 180mn (USD 47.9mn). It was built to support network stability and improve power reliability in several main neighborhoods in Jeddah. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Gulf Union Cooperative Insurance Co.	13.68	-2.2%	2
Leejam Sports Co.	64.50	-2.1%	16
Al-Ahlia Insurance Co.	12.08	-1.8%	5
Dur Hospitality Co.	20.24	-1.5%	6
National Agriculture Development Co.	27.00	-1.5%	10

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	100.20	-0.6%	355
Saudi Basic Industries Corp.	122.60	0.2%	180
Dar Alarkan Real Estate Development Co.	10.74	2.1%	158
Alinma Bank	24.30	0.3%	138
Mobile Telecommunications Co. Saudi Arabia	9.85	3.3%	86

Source: Tadawul

DAILY MARKETS OVERVIEW

5 MARCH 2019

السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,644	0.0	0.3	4.5	8.4
Abu Dhabi (ADX)	5,102	-0.4	-0.7	3.8	14.3
Kuwait (KSE)	5,217	-0.3	-0.3	0.6	17.5
Qatar (QE)	10,118	0.1	0.1	-1.8	14.1
Oman (MSM)	4,153	0.4	0.2	-3.9	8.6
Bahrain (BSE)	1,413	-0.3	0.0	5.6	9.1
DJMENA Index	589	0.1	0.3	5.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,793	-0.4	-0.4	11.4	18.4
US (NASDAQ 100)	7,578	-0.2	-0.2	14.2	21.5
UK (FTSE 100)	7,134	0.4	0.4	6.0	15.5
Germany (DAX)	11,593	-0.1	-0.1	9.8	14.3
France (CAC 40)	5,287	0.4	0.4	11.8	17.6
Russia (MICEX)	2,474	-0.2	-0.2	4.4	5.3
Japan (Nikkei)	21,822	1.0	1.0	9.0	15.9
Hong Kong (HSI)	28,960	0.5	0.5	12.0	10.9
South Korea (KOSPI)	2,191	-0.2	-0.2	7.3	10.8
China (SHCOMP)	3,028	1.1	1.1	21.4	13.9
India (NIFTY)	10,864	0.0	0.0	0.0	24.3
Brazil (IBOV)	94,604	0.0	0.0	7.6	20.4
Turkey (BIST 100)	1,04,193	0.9	0.9	14.2	7.2
Egypt (EGX30)	14,815	0.1	0.1	13.7	39.4
MSCI Emerging Markets	1,054	0.2	0.2	9.1	12.8
MSCI World	2,090	-0.3	-0.3	11.0	17.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	65.7	0.9	0.9	22.1	0.2
Natural Gas (\$/mmbtu)	2.9	-0.1	-0.1	-2.8	7.2
Gold (\$/oz)	1,287	-0.5	-0.5	0.3	-2.5
Silver (\$/oz)	15.1	-0.8	-0.8	-2.6	-8.2
Platinum (\$/oz)	837	-2.6	-2.6	5.2	-12.9
Copper (\$/t)	6,462	-1.0	-1.0	8.6	-6.0
Zinc (\$/t)	2,770	-1.8	-1.8	10.0	-16.0
Lead (\$/mt)	2,109	-2.0	-2.0	5.0	-13.3
Wheat (\$/bu)	456	-0.4	-0.4	-9.5	-20.7
Corn (\$/bu)	375	0.5	0.5	-0.1	-10.3
Sugar (\$/lb)	12.4	-2.1	-2.1	2.7	-17.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.60	0.00	-0.21	0.00
Saudi Arabia	2.91	0.00	-0.07	0.31
UAE	2.79	0.00	-0.04	0.20
Kuwait	2.63	0.00	0.31	0.03
Qatar	2.93	0.02	0.03	0.33
Bahrain	3.87	-0.03	-0.08	1.27

Source: Reuters

NOTES: (1) Prices updated as of March 5, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Monday. S&P 500 and NASDAQ declined 0.4% and 0.2%, respectively. Dow Jones Industrial ended 0.8% lower. In Europe, UK gained 0.4%. Germany declined 0.1% while France closed 0.4% higher.
- Asian markets are trading mixed on Tuesday. China is up 0.1%. Japan and South Korea are trading 0.4% and 0.6% lower, respectively. Hong Kong is down 0.1% while India is trading 0.1% higher.
- GCC markets ended mixed on Monday. Dubai ended flat while Abu Dhabi declined 0.4%. Kuwait ended 0.3% lower while Qatar gained 0.1%. Oman closed 0.4% higher while Bahrain ended 0.3% lower.
- According to news reports, OPEC and its partners are unlikely to decide on their output policy in April as it would be too early to get a clear picture of the impact of their supply cuts on the market by then. The production policy by the so-called OPEC+ alliance is expected to be agreed on in June with an extension of the pact the likely scenario. (Source: Zawya)
- According to UAE's Federal Competitiveness and Statistics Authority, consumer prices in the United Arab Emirates fell 2.4% in January from a year earlier. Consumer prices also fell 0.12% from December 2018. (Source: Zawya)
- Dubai's Department of Tourism and Commerce Marketing (Dubai Tourism) has officially launched its B2B Attractions Marketplace. The online platform aims to connect attractions and experiences across the city with global audiences and relevant channel partners. (Source: Arabian Business)
- Kuwait Petroleum Corp (KPC) signed a memorandum of understanding with the British government for up to USD 3.0bn (KWD 911mn) in loans and credit facilities. (Source: Zawya)
- UAE's ASGC started work on the Address Harbour Point Hotel, a luxury hospitality project comprising two towers located next to Creek Heights in Dubai, following its appointment as the main contractor by Dubai Creek Harbour. (Source: Trade Arabia)
- Zomato Media Pvt Ltd will sell its UAE food delivery business to Germany's Delivery Hero Group (DHER GR) for about USD 172mn (AED 631mn). Zomato and Naspers-backed Delivery Hero will then enter services agreements under which Zomato will continue to run the business on its own platform. (Source: Zawya)
- Dubai's Beehive secured USD 4.0mn (AED 14.6mn) of follow on investment from Riyadh Taqnia Fund (RTF) as part of a Series B funding round. This latest round brings the total raised by Beehive to USD 15.5mn (AED 56.9mn) since its launch. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended March 1 (prior: -8.7mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended March 2 (prior: 225K) will be announced on March 7. (Source: Econoday)
- Change in China's CPI for February 2019 (prior: 0.5% M/M, 1.7% Y/Y) will be announced on March 8. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.